



3015 (02-02-05)

ANNUAL REPORT

OF

Name: KOHLER MUNICIPAL WATER UTILITY

Principal Office: 319 HIGHLAND
KOHLER, WI 53044

For the Year Ended: DECEMBER 31, 2005

**WATER, ELECTRIC, OR JOINT UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN**P.O. Box 7854
Madison, WI 53707-7854
(608) 266-3766

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: KOHLER MUNICIPAL WATER UTILITY**Utility Address:** 319 HIGHLAND
KOHLER, WI 53044**When was utility organized?** 1/1/1916**Report any change in name:****Effective Date:****Utility Web Site:**

Utility employee in charge of correspondence concerning this report:

Name: MS. LAURIE LINDOW**Title:** CLERK - TREASURER**Office Address:**319 HIGHLAND
KOHLER, WI 53044**Telephone:** (920) 459 - 3873**Fax Number:** (920) 459 - 3289**E-mail Address:** llindow@kohlevillage.org

Individual or firm, if other than utility employee, preparing this report:

Name: DONALD VILIONE**Title:** PARTNER**Office Address:** VIRCHOW, KRAUSE & COMPANY, LLP115 SOUTH 84TH STREET, SUITE 400
MILWAUKEE, WI 53214**Telephone:** (414) 777 - 5424**Fax Number:** (414) 777 - 5555**E-mail Address:** dvilione@virchowkrause.com

President, chairman, or head of utility commission/board or committee:

Name: THOMAS LEONHARDT**Title:** PRESIDENT**Office Address:**319 HIGHLAND
KOHLER, WI 53044**Telephone:** (920) 459 - 3873**Fax Number:** (920) 459 - 3289**E-mail Address:**

Are records of utility audited by individuals or firms, other than utility employee? YES

IDENTIFICATION AND OWNERSHIP

Individual or firm, if other than utility employee, auditing utility records:

Name: DONALD VILIONE**Title:** PARTNER**Office Address:** VIRCHOW, KRAUSE & COMPANY, LLP
115 SOUTH 84TH STREET, SUITE 400
MILWAUKEE, WI 53214**Telephone:** (414) 777 - 5424**Fax Number:** (414) 777 - 5555**E-mail Address:** dvilione@virchowkrause.com**Date of most recent audit report:** 2/1/2006**Period covered by most recent audit:** 2005

Names and titles of utility management including manager or superintendent:

Name: BRUCE NEERHOF**Title:** UTILITY MANAGER**Office Address:**319 HIGHLAND
KOHLER, WI 53044**Telephone:** (920) 459 - 3873**Fax Number:** (920) 459 - 3289**E-mail Address:**

Name of utility commission/committee: MR. THOMAS LEONHARDT, VILLAGE PRESIDENT

Names of members of utility commission/committee:MR THOMAS LEONHARDT, VILLAGE PRESIDENT

Is sewer service rendered by the utility? NO**If "yes," has the municipality, by ordinance, combined the water and sewer service into a single public utility, as provided by Wis. Stat. § 66.0819 of the Wisconsin Statutes?** NO**Date of Ordinance:** **Are any of the utility administrative or operational functions under contract or agreement with an outside provider for the year covered by this annual report and/or current year (i.e., operation of water or sewer treatment plant)?** NO

Provide the following information regarding the provider(s) of contract services:

IDENTIFICATION AND OWNERSHIP

Firm Name:

Contact Person:

Title:

Telephone:

Fax Number:

E-mail Address:

Contract/Agreement beginning-ending dates:

Provide a brief description of the nature of Contract Operations being provided:

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	605,118	578,373	1
Operating Expenses:			
Operation and Maintenance Expense (401)	502,945	456,871	2
Depreciation Expense (403)	26,895	26,644	3
Amortization Expense (404)	0	0	4
Taxes (408)	57,516	58,076	5
Total Operating Expenses	587,356	541,591	
Net Operating Income	17,762	36,782	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	17,762	36,782	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	7
Nonoperating Rental Income (418)	0	0	8
Interest and Dividend Income (419)	9,953	4,812	9
Miscellaneous Nonoperating Income (421)	0	0	10
Total Other Income	9,953	4,812	
Total Income	27,715	41,594	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(18,453)	(18,453)	11
Other Income Deductions (426)	32,818	32,818	12
Total Miscellaneous Income Deductions	14,365	14,365	
Income Before Interest Charges	13,350	27,229	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	0	0	13
Amortization of Debt Discount and Expense (428)	0	0	14
Amortization of Premium on Debt--Cr. (429)	0	0	15
Interest on Debt to Municipality (430)	8,569	10,029	16
Other Interest Expense (431)	0	0	17
Interest Charged to Construction--Cr. (432)	0	0	18
Total Interest Charges	8,569	10,029	
Net Income	4,781	17,200	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	1,971,372	1,954,172	19
Balance Transferred from Income (433)	4,781	17,200	20
Miscellaneous Credits to Surplus (434)	0	0	21
Miscellaneous Debits to Surplus--Debit (435)	0	0	22
Appropriations of Surplus--Debit (436)	0	0	23
Appropriations of Income to Municipal Funds--Debit (439)	0	0	24
Total Unappropriated Earned Surplus End of Year (216)	1,976,153	1,971,372	

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	605,118		605,118	1
Total (Acct. 400):	605,118	0	605,118	
Operation and Maintenance Expense (401):				
Derived	502,945		502,945	2
Total (Acct. 401):	502,945	0	502,945	
Depreciation Expense (403):				
Derived	26,895		26,895	3
Total (Acct. 403):	26,895	0	26,895	
Amortization Expense (404):				
Derived	0		0	4
Total (Acct. 404):	0	0	0	
Taxes (408):				
Derived	57,516		57,516	5
Total (Acct. 408):	57,516	0	57,516	
Revenues from Utility Plant Leased to Others (412):				
NONE	0		0	6
Total (Acct. 412):	0	0	0	
Expenses of Utility Plant Leased to Others (413):				
NONE	0		0	7
Total (Acct. 413):	0	0	0	
TOTAL UTILITY OPERATING INCOME:	17,762	0	17,762	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0		0	8
Total (Acct. 415-416):	0	0	0	
Nonoperating Rental Income (418):				
NONE	0		0	9
Total (Acct. 418):	0	0	0	
Interest and Dividend Income (419):				
INTEREST FROM INVESTMENTS	9,953	0	9,953	10
Total (Acct. 419):	9,953	0	9,953	
Miscellaneous Nonoperating Income (421):				
Contributed Plant - Water			0	11

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Miscellaneous Nonoperating Income (421):			
NONE	0	0	0 12
Total (Acct. 421):	0	0	0
TOTAL OTHER INCOME:	9,953	0	9,953
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	(18,453)		(18,453) 13
NONE	0	0	0 14
Total (Acct. 425):	(18,453)	0	(18,453)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water		32,818	32,818 15
NONE	0	0	0 16
Total (Acct. 426):	0	32,818	32,818
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(18,453)	32,818	14,365
INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	0		0 17
Total (Acct. 427):	0	0	0
Amortization of Debt Discount and Expense (428):			
NONE	0		0 18
Total (Acct. 428):	0	0	0
Amortization of Premium on Debt--Cr. (429):			
NONE	0		0 19
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	8,569		8,569 20
Total (Acct. 430):	8,569	0	8,569
Other Interest Expense (431):			
Derived	0		0 21
Total (Acct. 431):	0	0	0

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
INTEREST CHARGES			
Interest Charged to Construction--Cr. (432):			
NONE	0		0 22
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	8,569	0	8,569
NET INCOME:	37,599	(32,818)	4,781
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	764,756	1,206,616	1,971,372 23
Total (Acct. 216):	764,756	1,206,616	1,971,372
Balance Transferred from Income (433):			
Derived	37,599	(32,818)	4,781 24
Total (Acct. 433):	37,599	(32,818)	4,781
Miscellaneous Credits to Surplus (434):			
NONE	0	0	0 25
Total (Acct. 434):	0	0	0
Miscellaneous Debits to Surplus--Debit (435):			
NONE	0	0	0 26
Total (Acct. 435)--Debit:	0	0	0
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 27
Total (Acct. 436)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	802,355	1,173,798	1,976,153

INCOME FROM MERCHANDISING, JOBBING & CONTRACT WORK (ACCTS. 415-416)

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)					0	1
Costs and Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
Other (list by major classes):					0	6
Total costs and expenses	0	0	0	0	0	
Net income (or loss)	0	0	0	0	0	

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

1. Report data necessary to calculate revenue subject to Wisconsin remainder assessment pursuant to Wis. Stat. § 196.85(2) and Wis. Admin. Code Ch. PSC 5.
2. If the sewer department is not regulated by the PSC, do not report sewer department data in column (d).

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	605,118	0	0	0	605,118	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents					0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify:						
.					0	6
Revenues subject to Wisconsin Remainder Assessment	605,118	0	0	0	605,118	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	3,156,351	3,135,718	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	874,096	817,699	2
Net Utility Plant	2,282,255	2,318,019	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	7,490	7,490	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	3,730	3,730	4
Net Nonutility Property	3,760	3,760	
Investment in Municipality (123)	0	0	5
Other Investments (124)	0	0	6
Special Funds (125)	0	0	7
Total Other Property and Investments	3,760	3,760	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	326,228	331,391	8
Temporary Cash Investments (132)			9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	113,753	117,513	11
Other Accounts Receivable (143)	0	0	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	23,031	20,292	14
Materials and Supplies (150)	16,942	16,942	15
Prepayments (165)	1,468	1,310	16
Other Current and Accrued Assets (170)			17
Total Current and Accrued Assets	481,422	487,448	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	0	0	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	97,002	0	20
Total Deferred Debits	97,002	0	
Total Assets and Other Debits	2,864,439	2,809,227	

BALANCE SHEET

Liabilities and Other Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
PROPRIETARY CAPITAL			
Capital Paid in by Municipality (200)	220,072	220,072	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	1,976,153	1,971,372	23
Total Proprietary Capital	2,196,225	2,191,444	
LONG-TERM DEBT			
Bonds (221)	0	0	24
Advances from Municipality (223)	146,024	178,571	25
Other long-Term Debt (224)	0	0	26
Total Long-Term Debt	146,024	178,571	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	54,952	28,862	28
Payables to Municipality (233)	82,334	6,416	29
Customer Deposits (235)			30
Taxes Accrued (236)	51,614	51,614	31
Interest Accrued (237)	1,139	1,716	32
Other Current and Accrued Liabilities (238)			33
Total Current and Accrued Liabilities	190,039	88,608	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	332,151	350,604	36
Total Deferred Credits	332,151	350,604	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)			37
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	2,864,439	2,809,227	

NET UTILITY PLANT

Report utility plant accounts and related accumulated provisions for depreciation and amortization after allocation of common plant accounts and related provisions for depreciation and amortization to utility departments as of December 31.

Particulars (a)	Water (b)	Sewer (c)	Gas (d)	Electric (e)	
First of Year:					
Total Utility Plant - First of Year	3,135,718	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (100.1)	1,499,321	0	0	0	2
Utility Plant in Service - Contributed Plant (100.2)	1,640,863	0	0	0	3
Utility Plant Purchased or Sold (391)					4
Utility Plant in Process of Reclassification (392)					5
Utility Plant Leased to Others (393)					6
Property Held for Future Use (394)					7
Construction Work in Progress (395)	16,167				8
Utility Plant Acquisition Adjustments (396)					9
Other Utility Plant Adjustments (397)					10
Total Utility Plant	3,156,351	0	0	0	
Accumulated Provision for Depreciation and Amortization:					
Accumulated Provision for Depreciation of Utility Plant in Service - Financed by Utility Operations or by the Municipality (110.1)	407,031	0	0	0	11
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	467,065	0	0	0	12
Total Accumulated Provision	874,096	0	0	0	
Net Utility Plant	2,282,255	0	0	0	

**ACCUMULATED PROVISION FOR DEPRECIATION AND
AMORTIZATION OF UTILITY PLANT ON UTILITY PLANT
FINANCED BY UTILITY OPERATIONS OR BY THE MUNICIPALITY
(ACCT. 110.1)**

Depreciation Accruals (Credits) during the year (110.1):

1. Report the amounts charged in the operating sections to Depreciation Expense (403).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	383,452				383,452	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	26,895				26,895	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	3,000				3,000	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	29,895	0	0	0	29,895	16
Debits during year						17
Book cost of plant retired	6,316				6,316	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	6,316	0	0	0	6,316	25
Balance end of year (110.1)	407,031	0	0	0	407,031	26
Composite Depreciation Rate?	Yes					27
If yes, what is the rate?	2.00%					28

ACCUMULATED PROVISION FOR DEPRECIATION AND AMORTIZATION OF UTILITY PLANT ON CONTRIBUTED PLANT IN SERVICE (ACCT. 110.2)

Depreciation Accruals (Credits) during the year (110.1):

1. Report the amounts charged in the operating sections to Depreciation Expense (403).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	434,247				434,247	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	32,818				32,818	4
Depreciation expense on meters						5
charged to sewer (see Note 3)					0	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	32,818	0	0	0	32,818	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	0	0	0	0	0	25
Balance end of year (110.1)	467,065	0	0	0	467,065	26
Composite Depreciation Rate?	Yes					27
If yes, what is the rate?	2.00%					28

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

1. Report separately each item of property with a book cost of \$5,000 or more included in account 121.
2. Other items may be grouped by classes of property.
3. Describe in detail any investment in sewer department carried in this account.

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	0			0	1
Other (specify):					
3.1 acres of land	3,760			3,760	2
Valley road pump house	3,730			3,730	3
Total Nonutility Property (121)	7,490	0	0	7,490	
Less accum. prov. depr. & amort. (122)	3,730			3,730	4
 Net Nonutility Property	 3,760	 0	 0	 3,760	

ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS-CR. (ACCT. 144)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Additions:		
Provision for uncollectibles during year		2
Collection of accounts previously written off: Utility Customers		3
Collection of accounts previously written off: Others		4
Total Additions	<u>0</u>	
Deductions:		
Accounts written off during the year: Utility Customers		5
Accounts written off during the year: Others		6
Total accounts written off	<u>0</u>	
Balance end of year	<u><u>0</u></u>	

MATERIALS AND SUPPLIES

Account (a)	Generation (b)	Transmission (c)	Distribution (d)	Other (e)	Total End of Year (f)	Amount Prior Year (g)	
Electric Utility							
Fuel for generation					0	0	1
Other					0	0	2
Total Electric Utility					0	0	

Account	Total End of Year	Amount Prior Year	
Electric utility total	0	0	1
Water utility	16,942	16,942	2
Sewer utility		0	3
Gas utility		0	4
Merchandise		0	5
Other materials & supplies		0	6
Total Materials and Supplies	16,942	16,942	

**UNAMORTIZED DEBT DISCOUNT & EXPENSE & PREMIUM ON DEBT
(ACCTS. 181 AND 251)**

Report net discount and expense or premium separately for each security issue.

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
<hr/>				
Unamortized debt discount & expense (181)				
NONE				1
Total			<u>0</u>	
Unamortized premium on debt (251)				
NONE				2
Total			<u>0</u>	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D, sewer and privates) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Amount (b)	
Balance first of year	220,072	1
Changes during year (explain):		2
Balance end of year	220,072	

BONDS (ACCT. 221)

1. Report hereunder information required for each separate issue of bonds.
2. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.
3. Proceeds advanced by the municipality from sale of general obligation bonds, if repayable by utility, should be included in account 223.

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)
-------------------------------------	----------------------------------	--	----------------------------------	---

NONE

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

1. Report each class of debt included in Accounts 223, 224 and 231.
2. Proceeds of general obligation issues, if subject to repayment by the utility, should be included in Account 223.
3. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Advances (223)					
2001 GO NOTES	06/19/2001	08/01/2006	4.59%	30,944	1
2000 ADVANCE FOR HIGHLAND DRIVE	02/01/2000	12/01/2018	5.70%	115,080	2
Total for Account 223				146,024	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	51,614	1
Accruals:		
Charged water department expense	57,516	2
Charged electric department expense		3
Charged sewer department expense	1,900	4
Other (explain):		
NONE		5
Total Accruals and other credits	59,416	
Taxes paid during year:		
County, state and local taxes	51,614	6
Social Security taxes	7,304	7
PSC Remainder Assessment	498	8
Other (explain):		
NONE		9
Total payments and other debits	59,416	
Balance end of year	51,614	

INTEREST ACCRUED (ACCT. 237)

1. Report below interest accrued on each utility obligation.
2. Report Customer Deposits under Account 231.

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
NONE	0			0	1
Subtotal	0	0	0	0	
Advances from Municipality (223)					
NONE	0			0	2
2000 ADVANCE FOR HIGHLAND DRIVE	559	6,692	6,704	547	3
2001 ADVANCE FOR 2001 PROJECTS	1,157	1,877	2,442	592	4
Subtotal	1,716	8,569	9,146	1,139	
Other long-Term Debt (224)					
NONE	0			0	5
Subtotal	0	0	0	0	
Notes Payable (231)					
NONE	0			0	6
Subtotal	0	0	0	0	
Total	1,716	8,569	9,146	1,139	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
NONE		1
Total (Acct. 123):	0	
Other Investments (124):		
NONE		2
Total (Acct. 124):	0	
Special Funds (125):		
NONE		3
Total (Acct. 125):	0	
Notes Receivable (141):		
NONE		4
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	113,753	5
Electric		6
Sewer (Regulated)		7
Other (specify):		
NONE		8
Total (Acct. 142):	113,753	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		9
Merchandising, jobbing and contract work		10
Other (specify):		
NONE		11
Total (Acct. 143):	0	
Receivables from Municipality (145):		
AMOUNT DUE FROM VILLAGE - FOR FIRE PROTECTION	23,031	12
Total (Acct. 145):	23,031	
Prepayments (165):		
PREPAID INSURANCE	1,468	13
Total (Acct. 165):	1,468	
Extraordinary Property Losses (182):		
NONE		14
Total (Acct. 182):	0	
Other Deferred Debits (183):		
WATER TOWER PAINTING	97,002	15
Total (Acct. 183):	97,002	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Payables to Municipality (233):		
AMOUNT DUE TO VILLAGE - 2005 OPERATING EXPENSES	82,334	16
Total (Acct. 233):	82,334	
Other Deferred Credits (253):		
Regulatory Liability	332,151	17
NONE		18
Total (Acct. 253):	332,151	

RETURN ON RATE BASE COMPUTATION

1. The data used in calculating rate base are averages.
2. Calculate those averages by summing the first-of-year and the end-of-year figures for each account and then dividing the sum by two.
3. Note: Do not include contributed plant in service, property held for future use, or construction work in progress with utility plant in service. These are not rate base components.

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service (100.1)	1,497,088	0	0	0	1,497,088	1
Materials and Supplies	16,942	0	0	0	16,942	2
Other (specify):					0	3
Less Average:						
Reserve for Depreciation (110.1)	395,241	0	0	0	395,241	4
Customer Advances for Construction					0	5
Regulatory Liability	341,377	0	0	0	341,377	6
					0	7
Average Net Rate Base	777,412	0	0	0	777,412	
Net Operating Income	17,762	0	0	0	17,762	8
Net Operating Income as a percent of						
Average Net Rate Base	2.28%	N/A	N/A	N/A	2.28%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

NONE

FULL-TIME EMPLOYEES (FTE)

Use FTE numbers where FTE stands for full-time employees or full-time equivalency. FTE can be computed by using total hours worked/2080 hours for a fiscal year. Estimate to the nearest tenth. If an employee works part time for more than one industry then determine FTE based on estimate of hours worked per industry.

Example: An employee worked 35% of their time on electric jobs, 30% on water jobs, 20% on sewer jobs and 15% on municipal nonutility jobs. The FTE by industry would be .4 for electric, .3 for water and .2 for sewer.

Industry (a)	FTE (b)	
Water	1.4	1
Electric		2
Gas		3
Sewer		4

**REGULATORY LIABILITY - PRE-2003 HISTORICAL
ACCUMULATED DEPRECIATION ON CONTRIBUTED UTILITY
PLANT (253)**

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Balance First of Year	350,604	0	0	0	350,604	1
Add credits during year:					0	2
Deduct charges:						
Miscellaneous Amortization (425)	18,453	0	0	0	18,453	3
Other (specify):					0	4
Balance End of Year	332,151	0	0	0	332,151	

FINANCIAL SECTION FOOTNOTES

Balance Sheet (Page F-05)

General footnotes

ACCOUNTANTS' COMPILATION REPORT

Village of Kohler
Kohler, Wisconsin

We have compiled, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants, the balance sheets of the water utility, an enterprise fund of the Village of Kohler as of December 31, 2005 and 2004, and the related statements of income and retained earnings for the years then ended and the supplemental schedules as of and for the year ended December 31, 2005 in the accompanying prescribed form.

Our compilation was limited to presenting, in the form prescribed by the Public Service Commission of Wisconsin, information that is the representation of management. We have not audited or reviewed the financial statements and supplemental schedules referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

The financial statements and related supplemental schedules are presented in accordance with the requirements of the Public Service Commission of Wisconsin, which differ from accounting principles generally accepted in the United States of America. This report is intended solely for the information and use of the Public Service Commission of Wisconsin and is not intended and should not be used by anyone other than the specified party.

Milwaukee, Wisconsin
February 1, 2006

FINANCIAL SECTION FOOTNOTES

Balance Sheet End-of-Year Account Balances (Page F-18)

Other Deferred Debits (Acct 183): amortization requires PSC authorization. Provide date of authorization.

January 26, 2006

Please explain amounts in Accounts 143, 145 and/or 233 in excess of \$2,000, providing a short list or detail using other than terms such as "other revenues" "general" "miscellaneous" or repeating the account title.

Done

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	599,956	573,828	1
Total Sales of Water	599,956	573,828	
Other Operating Revenues			
Forfeited Discounts (470)	1,162	545	2
Other Water Revenues (474)	4,000	4,000	3
Total Other Operating Revenues	5,162	4,545	
Total Operating Revenues	605,118	578,373	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	413,423	366,638	4
General Operating Expenses (680-690)	89,522	90,233	5
Total Operation and Maintenance Expenses	502,945	456,871	
Other Operating Expenses			
Depreciation Expense (403)	26,895	26,644	6
Amortization Expense (404)	0	0	7
Taxes (408)	57,516	58,076	8
Total Other Operating Expenses	84,411	84,720	
Total Operating Expenses	587,356	541,591	
NET OPERATING INCOME	17,762	36,782	

WATER OPERATING REVENUES - SALES OF WATER

1. Where customer meters record cubic feet, multiply by 7.48 to obtain number of gallons.
2. Report estimated gallons for unmetered sales.
3. Sales to multiple dwelling buildings through a single meter serving 3 or more family units should be classified commercial.
4. Account 460, Unmetered Sales to General Customers - Gallons of Water Sold should not include in any way quantity of water, i.e. metered, or measured by tank or pool volume. The quantity should be estimated based on size of pipe, flow, foot of frontage, etc. Bulk water sales should be Account 460 if the quantity is estimated and should be Account 461 if metered or measured by volume. Water related to construction should be a measured sale of water (either Account 461 or Account 464).
5. Other accounts: see application Help files for details.

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential				1
Commercial				2
Industrial				3
Total Unmetered Sales to General Customers (460)	0	0	0	
Metered Sales to General Customers (461)				
Residential	852	71,596	178,326	4
Commercial	49	62,746	95,899	5
Industrial	1	264,035	209,375	6
Total Metered Sales to General Customers (461)	902	398,377	483,600	
Private Fire Protection Service (462)	4		3,616	7
Public Fire Protection Service (463)	1		104,375	8
Other Sales to Public Authorities (464)	3	4,705	8,365	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	910	403,082	599,956	

SALES FOR RESALE (ACCT. 466)

Use a separate line for each delivery point.

Customer Name (a)	Point of Delivery (b)	Thousands of Gallons Sold (c)	Revenues (d)
------------------------------------	--	--	-------------------------------

NONE

OTHER OPERATING REVENUES (WATER)

1. Report revenues relating to each account and fully describe each item using other than the account title.
2. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D and privates) and all other lesser amounts grouped as Miscellaneous.
3. For a combined utility which also provides sewer service that is based upon water readings, report the return on net investment in meters charged to sewer department in Other Water Revenues (474).

Particulars (a)	Amount (b)	
Public Fire Protection Service (463):		
Amount billed (usually per rate schedule F-1 or Fd-1)	104,375	1
Wholesale fire protection billed		2
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)		3
Other (specify):		
NONE		4
Total Public Fire Protection Service (463)	104,375	
Forfeited Discounts (470):		
Customer late payment charges	1,162	5
Other (specify):		
NONE		6
Total Forfeited Discounts (470)	1,162	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	4,000	7
Other (specify):		
NONE		8
Total Other Water Revenues (474)	4,000	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 30 percent, but not less than \$2,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
PLANT OPERATION AND MAINTENANCE EXPENSES			
Salaries and Wages (600)	62,472	65,795	1
Purchased Water (610)	240,457	231,374	2
Fuel or Power Purchased for Pumping (620)	26,538	21,398	3
Chemicals (630)	0	0	4
Supplies and Expenses (640)	25,404	30,962	5
Repairs of Water Plant (650)	55,565	14,802	6
Transportation Expenses (660)	2,987	2,307	7
Total Plant Operation and Maintenance Expenses	413,423	366,638	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	33,081	33,485	8
Office Supplies and Expenses (681)	4,508	4,421	9
Outside Services Employed (682)	13,904	10,613	10
Insurance Expense (684)	8,522	8,140	11
Employees Pensions and Benefits (686)	29,113	32,952	12
Regulatory Commission Expenses (688)	0	0	13
Miscellaneous General Expenses (689)	394	622	14
Uncollectible Accounts (690)	0	0	15
Total General Operating Expenses	89,522	90,233	
Total Operation and Maintenance Expenses	502,945	456,871	

TAXES (ACCT. 408 - WATER)

When allocation of taxes is made between departments, explain method used.
--

Description of Tax (a)	Method Used to Allocate Between Departments (b)	This Year (c)	Last Year (d)	
Property Tax Equivalent		51,614	51,614	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		1,900	1,900	2
Net property tax equivalent		49,714	49,714	
Social Security		7,304	7,684	3
PSC Remainder Assessment		498	678	4
Other (specify): NONE			0	5
Total tax expense		57,516	58,076	

PROPERTY TAX EQUIVALENT (WATER)

1. No property tax equivalent shall be determined for sewer utilities or town sanitary district water utilities.
2. Tax rates are those issued in November (usually) of the year being reported and are available from the municipal treasurer. Report the tax rates in mills to six (6) decimal places.
3. The assessment ratio is available from the municipal treasurer. Report the ratio as a decimal to six (6) places.
4. The utility plant balance first of year should include the gross book values of plant in service (total of utility financed and contributed plant), property held for future use and construction work in progress.
5. An "other tax rate" is included in the "Net Local and School Tax Rate Calculation" to the extent that it is local. An example is a local library tax. Fully explain the rate in the Property Tax Equivalent schedule footnotes.
6. The Property Tax Equivalent to be reported for the year is determined pursuant to Wis. Stat § 66.0811(2). Report the higher of the current year calculation or the tax equivalent reported in the 1994 PSC annual report, unless, the municipality has authorized a lower amount, then that amount is reported as the property tax equivalent.
7. If the municipality has authorized a lower amount, the authorization description and date of the authorization must be reported in the Property Tax Equivalent schedule footnotes.

Particulars (a)	Units (b)	Total (c)	County A (d)	County B (e)	County C (f)	County D (g)	
County name			Sheboygan				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.214800				3
County tax rate	mills		6.646300				4
Local tax rate	mills		5.137900				5
School tax rate	mills		10.952800				6
Voc. school tax rate	mills		1.783200				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		24.735000				10
Less: state credit	mills		1.278100				11
Net tax rate	mills		23.456900				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		5.137900				14
Combined School Tax Rate	mills		12.736000				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		17.873900				17
Total Tax Rate	mills		24.735000				18
Ratio of Local and School Tax to Total	dec.		0.722616				19
Total tax net of state credit	mills		23.456900				20
Net Local and School Tax Rate	mills		16.950325				21
Utility Plant, Jan. 1	\$	3,135,718	3,135,718				22
Materials & Supplies	\$	16,942	16,942				23
Subtotal	\$	3,152,660	3,152,660				24
Less: Plant Outside Limits	\$	0	0				25
Taxable Assets	\$	3,152,660	3,152,660				26
Assessment Ratio	dec.		0.873206				27
Assessed Value	\$	2,752,922	2,752,922				28
Net Local & School Rate	mills		16.950325				29
Tax Equiv. Computed for Current Year	\$	46,663	46,663				30
Tax Equivalent per 1994 PSC Report	\$	51,614					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32
Tax equiv. for current year (see note 6)	\$	51,614					34

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	0		4
Structures and Improvements (311)	0		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	0		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	192,354		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	192,354	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	73,543		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	18,053		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	22,349		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	113,945	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	0		23
Total Water Treatment Plant	0	0	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Utility or Municipality--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			0	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	0	0	0	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			0	4
Structures and Improvements (311)			0	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)			0	8
Infiltration Galleries and Tunnels (315)			0	9
Supply Mains (316)			192,354	10
Other Water Source Plant (317)			0	11
Total Source of Supply Plant	0	0	192,354	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			73,543	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			18,053	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			22,349	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			0	20
Total Pumping Plant	0	0	113,945	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			0	23
Total Water Treatment Plant	0	0	0	

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	3,000		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	87,815		26
Transmission and Distribution Mains (343)	645,279		27
Fire Mains (344)	0		28
Services (345)	51,629		29
Meters (346)	139,493	5,438	30
Hydrants (348)	99,976		31
Other Transmission and Distribution Plant (349)	191		32
Total Transmission and Distribution Plant	1,027,383	5,438	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	7,327	1,583	35
Computer Equipment (372.1)	26,153	153	36
Transportation Equipment (373)	89,395	2,219	37
Other General Equipment (379)	38,298	1,389	38
Other Tangible Property (390)	0		39
Total General Plant	161,173	5,344	
Total utility plant in service directly assignable	1,494,855	10,782	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	1,494,855	10,782	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Utility or Municipality--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
TRANSMISSION AND DISTRIBUTION PLANT				
Land and Land Rights (340)			3,000	24
Structures and Improvements (341)			0	25
Distribution Reservoirs and Standpipes (342)			87,815	26
Transmission and Distribution Mains (343)			645,279	27
Fire Mains (344)			0	28
Services (345)			51,629	29
Meters (346)	1,350		143,581	30
Hydrants (348)			99,976	31
Other Transmission and Distribution Plant (349)			191	32
Total Transmission and Distribution Plant	1,350	0	1,031,471	
GENERAL PLANT				
Land and Land Rights (370)			0	33
Structures and Improvements (371)			0	34
Office Furniture and Equipment (372)			8,910	35
Computer Equipment (372.1)			26,306	36
Transportation Equipment (373)	4,966		86,648	37
Other General Equipment (379)			39,687	38
Other Tangible Property (390)			0	39
Total General Plant	4,966	0	161,551	
Total utility plant in service directly assignable	6,316	0	1,499,321	
Common Utility Plant Allocated to Water Department			0	40
Total utility plant in service	6,316	0	1,499,321	

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Contributions--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	0		4
Structures and Improvements (311)	0		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	0		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	0		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	0	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	0		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	0		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	0	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	0		23
Total Water Treatment Plant	0	0	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Contributions--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
INTANGIBLE PLANT			
Organization (301)			0 1
Franchises and Consents (302)			0 2
Miscellaneous Intangible Plant (303)			0 3
Total Intangible Plant	0	0	0
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)			0 4
Structures and Improvements (311)			0 5
Collecting and Impounding Reservoirs (312)			0 6
Lake, River and Other Intakes (313)			0 7
Wells and Springs (314)			0 8
Infiltration Galleries and Tunnels (315)			0 9
Supply Mains (316)			0 10
Other Water Source Plant (317)			0 11
Total Source of Supply Plant	0	0	0
PUMPING PLANT			
Land and Land Rights (320)			0 12
Structures and Improvements (321)			0 13
Boiler Plant Equipment (322)			0 14
Other Power Production Equipment (323)			0 15
Steam Pumping Equipment (324)			0 16
Electric Pumping Equipment (325)			0 17
Diesel Pumping Equipment (326)			0 18
Hydraulic Pumping Equipment (327)			0 19
Other Pumping Equipment (328)			0 20
Total Pumping Plant	0	0	0
WATER TREATMENT PLANT			
Land and Land Rights (330)			0 21
Structures and Improvements (331)			0 22
Water Treatment Equipment (332)			0 23
Total Water Treatment Plant	0	0	0

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Contributions--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	0		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	0		26
Transmission and Distribution Mains (343)	1,354,584		27
Fire Mains (344)	0		28
Services (345)	104,421		29
Meters (346)	0		30
Hydrants (348)	181,858		31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	1,640,863	0	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	0		35
Computer Equipment (372.1)	0		36
Transportation Equipment (373)	0		37
Other General Equipment (379)	0		38
Other Tangible Property (390)	0		39
Total General Plant	0	0	
Total utility plant in service directly assignable	1,640,863	0	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	1,640,863	0	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Contributions--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
TRANSMISSION AND DISTRIBUTION PLANT				
Land and Land Rights (340)			0	24
Structures and Improvements (341)			0	25
Distribution Reservoirs and Standpipes (342)			0	26
Transmission and Distribution Mains (343)			1,354,584	27
Fire Mains (344)			0	28
Services (345)			104,421	29
Meters (346)			0	30
Hydrants (348)			181,858	31
Other Transmission and Distribution Plant (349)			0	32
Total Transmission and Distribution Plant	0	0	1,640,863	
GENERAL PLANT				
Land and Land Rights (370)			0	33
Structures and Improvements (371)			0	34
Office Furniture and Equipment (372)			0	35
Computer Equipment (372.1)			0	36
Transportation Equipment (373)			0	37
Other General Equipment (379)			0	38
Other Tangible Property (390)			0	39
Total General Plant	0	0	0	
Total utility plant in service directly assignable	0	0	1,640,863	
Common Utility Plant Allocated to Water Department				0 40
Total utility plant in service	0	0	1,640,863	

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

Expanded definitions of the three types of accounted-for water reported on this schedule are included in the schedule Help and in the Reference Manual Schedule Reference Sheet.

Month (a)	Sources of Water Supply			Total Gallons All Methods (000's) (e)	
	Purchased Water Gallons (000's) (b)	Surface Water Gallons (000's) (c)	Ground Water Gallons (000's) (d)		
January	36,703			36,703	1
February	32,529			32,529	2
March	36,316			36,316	3
April	37,080			37,080	4
May	38,405			38,405	5
June	45,171			45,171	6
July	45,760			45,760	7
August	47,617			47,617	8
September	42,102			42,102	9
October	39,721			39,721	10
November	36,280			36,280	11
December	35,133			35,133	12
Total annual pumpage	472,817	0	0	472,817	
Less: Water sold				403,082	13
Volume pumped but not sold				69,735	14
Volume sold as a percent of volume pumped				85%	15
Volume used for water production, water quality and system maintenance				1,070	16
Volume related to equipment/system malfunction				740	17
Non-utility volume NOT included in water sales					18
Total volume not sold but accounted for				1,810	19
Volume pumped but unaccounted for				67,925	20
Percent of water lost				14%	21
If more than 25%, indicate causes:					22
If more than 25%, state what action has been taken to reduce water loss:					23
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)				1,921	24
Date of maximum: 8/9/2005					25
Cause of maximum:					26
Dry Weather					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				883	27
Date of minimum: 3/26/2005					28
Total KWH used for pumping for the year				170,035	29
If water is purchased: Vendor Name: City of Sheboygan					30
Point of Delivery: Booster pump station at water tower					31

SOURCES OF WATER SUPPLY - GROUND WATERS

Location (a)	Identification Number (b)	Depth in feet (c)	Well Diameter in inches (d)	Yield Per Day in gallons (e)	Currently In Service? (f)
-------------------------	--	----------------------------------	--	---	--

NONE

SOURCES OF WATER SUPPLY - SURFACE WATERS

Location (a)	Intakes			
	Identification Number (b)	Distance From Shore in feet (c)	Depth Below Surface in feet (d)	Diameter in inches (e)
NONE				

1

PUMPING & POWER EQUIPMENT

1. Use a separate column for each pump.
2. Indicate purpose of pump by: P for primary (from source to reservoir, treatment or distribution system), B for booster (from reservoir or treatment to distribution system, or within distribution system), or S for standby pumping equipment.
3. Indicate destination (of water pumped) by: R for reservoir, T for treatment or D for distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification	BOOSTER			1
Location	PUMP STATION			2
Purpose	B			3
Destination	D			4
Pump Manufacturer	ALLIS CHALMERS			5
Year Installed	1973			6
Type	CENTRIFUGAL			7
Actual Capacity (gpm)	1,350			8
Pump Motor or Standby Engine Mfr	ALLIS CHALMERS			9
Year Installed	1973			10
Type	ELECTRIC			11
Horsepower	40			12

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification				14
Location				15
Purpose				16
Destination				17
Pump Manufacturer				18
Year Installed				19
Type				20
Actual Capacity (gpm)				21
Pump Motor or Standby Engine Mfr				22
Year Installed				23
Type				24
Horsepower				25

RESERVOIRS, STANDPIPES & WATER TREATMENT

1. Identify as R (reservoir), S (standpipe) & ET (elevated tank).
2. Use a separate column for each using additional copies if necessary.
3. Enter elevation difference between highest water level in S or ET, (or R only on an elevated site) and the water main where the connection to the storage begins branching into the distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification number or name	1		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
			3
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET		4
			5
Year constructed	1962		6
			7
Primary material (earthen, steel, concrete, other)	STEEL		8
			9
Elevation difference in feet (See Headnote 3.)	165		10
			11
Total capacity in gallons (actual)	250,000		12
WATER TREATMENT PLANT			13
Disinfection, type of equipment (gas, liquid, powder, other)			14
			15
Points of application (wellhouse, central facilities, booster station, other)			16
			17
Filters, type (gravity, pressure, other, none)			18
			19
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)			20
			21
			22
Is a corrosion control chemical used (yes, no)?			23
			24
Is water fluoridated (yes, no)?			25

WATER MAINS

1. Report mains separately by pipe material, function, diameter and either within or outside the municipal boundaries.
2. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement), or P (Plastic for plastic and all other non-metal excluding asbestos-cement).
3. Identify function as: T (Transmission), D (Distribution) or S (Supply).
4. Explain all reported adjustments as a schedule footnote.
5. For main additions reported in column (e), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If the assessments are deferred, explain.

Number of Feet								
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)	
M	D	4.000	500	0	0	0	500	1
M	D	6.000	34,077	0	0	0	34,077	2
P	D	6.000	1,827	0	0	0	1,827	3
M	D	8.000	16,948	0	0	0	16,948	4
P	D	8.000	6,914	0	0	0	6,914	5
M	T	10.000	14,101	0	0	0	14,101	6
P	D	10.000	3,293	0	0	0	3,293	7
P	T	10.000	1,401	0	0	0	1,401	8
M	T	12.000	23,727	0	0	0	23,727	9
P	T	12.000	1,668	0	0	0	1,668	10
M	T	14.000	2,465	0	0	0	2,465	11
P	T	14.000	45	0	0	0	45	12
M	T	16.000	13,002	0	0	0	13,002	13
P	T	16.000	810	0	0	0	810	14
Total Within Municipality			120,778	0	0	0	120,778	
Total Utility			120,778	0	0	0	120,778	

WATER SERVICES

1. Explain all reported adjustments as a schedule footnote.
2. Report in column (h) the number of utility-owned services included in columns (c) through (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
3. For services added during the year in column (d), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of services recorded under this method.
 - d. If any were financed by application of Cz-1, provide the total amount recorded and the number of services recorded under this method.
4. Report services separately by pipe material and diameter.
5. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement) or P (Plastic for plastic and all other non-metal excluding asbestos-cement).

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
L	0.625	414	0	0	0	414		1
L	1.000	12	0	0	0	12		2
M	1.000	326	0	0	0	326	20	3
M	1.500	5	0	0	0	5		4
L	1.500	2	0	0	0	2		5
M	2.000	6	0	0	0	6		6
L	2.000	5	0	0	0	5		7
M	3.000	1	0	0	0	1		8
M	4.000	6	0	0	0	6	2	9
M	6.000	27	0	0	0	27	13	10
L	6.000	1	0	0	0	1		11
M	8.000	18	0	0	0	18	8	12
M	10.000	4	0	0	0	4	2	13
M	12.000	2	0	0	0	2	1	14
Total Utility		829	0	0	0	829	46	

METERS

1. Include in Columns (b), (c), (d), (e) and (f) meters in stock as well as those in service.
2. Report in Column (c) all meters purchased during the year and in Column (d) all meters junked, sold or otherwise permanently retired during the year.
3. Use Column (e) to show correction to previously reported meter count because of inventory or property record corrections.
4. Totals by size in Column (f) should equal same size totals in Column (o).
5. Explain all reported adjustments as a schedule footnote.

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	430	0	1	0	429	1	1
0.750	274	0	10	0	264	10	2
1.000	218	0	6	0	212	6	3
1.500	28	0	0	0	28	0	4
2.000	21	0	0	0	21	0	5
3.000	1	0	0	0	1	0	6
4.000	7	4	0	0	11	4	7
6.000	5	0	0	0	5	0	8
8.000	4	0	0	0	4	0	9
12.000	2	0	0	0	2	0	10
Total:	990	4	17	0	977	21	

Classification of All Meters at End of Year by Customers

Size of Meter (h)	Residential (i)	Commercial (j)	Industrial (k)	Public Authority (l)	Wholesale, Inter-Department or Utility Use (m)	In Stock and Deduct Meters (n)	Total (o)	
0.625	417	5	0	0	0	7	429	1
0.750	259	1	0	0	0	4	264	2
1.000	194	16	0	0	0	2	212	3
1.500	0	17	0	3	0	8	28	4
2.000	0	10	0	4	0	7	21	5
3.000	0	1	0	0	0	0	1	6
4.000	0	10	0	0	0	1	11	7
6.000	0	0	1	3	0	1	5	8
8.000	0	0	3	0	0	1	4	9
12.000	0	0	0	1	0	1	2	10
Total:	870	60	4	11	0	32	977	

HYDRANTS AND DISTRIBUTION SYSTEM VALVES

1. Distinguish between fire and flushing hydrants by lead size.
 - a. Fire hydrants normally have a lead size of 6 inches or greater.
 - b. Record as a flushing hydrant where the lead size is less than 6 inches or if pressure is inadequate to provide fire flow.
2. Explain all reported adjustments in the schedule footnotes.
3. Report fire hydrants as within or outside the municipal boundaries.

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
Fire Hydrants						
Outside of Municipality	0				0	1
Within Municipality	170				170	2
Total Fire Hydrants	170	0	0	0	170	
Flushing Hydrants						
	2				2	3
Total Flushing Hydrants	2	0	0	0	2	

NR811.08(5) recommends that a schedule shall be adopted and followed for operating each system valve and hydrant at least once each two years. Please provide the number operated during the year.

Number of hydrants operated during year:	178
Number of distribution system valves end of year:	360
Number of distribution valves operated during year:	360

WATER OPERATING SECTION FOOTNOTES

Other Operating Revenues (Water) (Page W-04)

Please explain amounts in Account 474 in excess of \$2,000, including like items grouped. Please provide, for example, a short list or detail using other than terms such as "other revenues" "general" "miscellaneous" or repeating the account title.

Done

Water Operation & Maintenance Expenses (Page W-05)

If Fuel or Power Purchased for Pumping (620), divided by the Total kWh Used for Pumping on the Source of Supply, Pumping and Purchased Water Statistics schedule, is less than 3 cents or greater than 12 cents, please explain.

Amount is greater than 12 cents due to significant increase in electrical and natural gas prices.

For values that represent an increase or a decrease when compared to the previous year of greater than 30%, but not less \$2,000, please explain.

Account (682) Outside Servicers Employed: Increase is in conjunction with increased fees from auditors in relation to Governmental Accounting Standards Board pronouncement 34 implementation.

Account (650) Repairs of Water Plant: Approximately \$24,000 of increase relates to current year amortization of water tower painting costs. Other expenses relate to water main breaks.

Meters (Page W-19)

Explain program for replacing or testing meters 1" or smaller.

Wisconsin Administrative Code requires meters 1" or smaller to be tested every 10 years or replaced every 20 years. The Utility's current year activity is not indicative of the Utility's actions which will take place in future years to comply with the testing and/or replacement requirements.

Ss. PSC 185.83(2) states "Station meters shall be maintained to ensure reasonable accuracy and shall have the accuracy checked at least once every 2 years." Are all station meters being tested every two years? Answer yes or no. If no, please explain.

Station meters are tested once every 2 years.

If 6-inch or larger meters in commercial, industrial or public authority classifications have not been tested, please explain.

The 6", 8" and 12" meters were not tested in 2005.
